Dear Practice X:

HP is excited to work with you on improving healthcare delivery during this incredibly important Colorado Multi-payer Patient Centered Medical Home Pilot.

As previously communicated, the pilot is based on The Patient Centered Primary Care Collaborative Joint Principles. The duration of the pilot is for two years beginning May 1, 2009 ending April 30, 2011.

There will be three forms of payment that will help you facilitate the change necessary for this pilot to be a success in improving quality of care delivery and show improvement in the cost of healthcare as follows:

- 1. Fee for Service: Current contracts remain in place
- 2. Per Member Per Month (PMPM) management fee payment:
  - a. NGQA Level I: \$x
  - b. NCQA Level II: \$y
  - c. NCQA Level III: \$z
- 3. Pay for Performance: To be determined at a later date

In order to receive the management fee payment by May 2009, the practice must submit for NCQA PCMH accreditation by April 15, 2009.

Patient attribution list is based on active HP members only. Enclosed please find a list of your patients associated with our health plan for you to review prior to the payment start date in May 2009.

Please contact your HP provider representative if you have any questions.

Sincerely,